

Pillar 3 Report

First quarter 2021

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About this report

Notes to the reader

This Pillar 3 Report provides the consolidated disclosures of ABN AMRO Bank N.V. required by Capital Requirements Regulation (EU) No 575/2013 on prudential requirements for credit institutions and investment firms (Part Eight) and the EBA Guidelines on disclosure requirements under Part Eight of Regulation (EU) No 575/2013. The Pillar 3 Report for Q1 2021 includes the required quarterly disclosures and should be read in conjunction with the ABN AMRO Bank N.V. Pillar 3 2020 Report, which provides more comprehensive information about risk, funding and capital management. The templates included in this quarterly Pillar 3 Report have been prepared in accordance with the abovementioned regulations and guidelines.

Presentation of information

This report is presented in euros (EUR), which is ABN AMRO's functional and presentation currency, rounded to the nearest million (unless otherwise stated). Certain figures in this report may not tally exactly due to rounding. Furthermore, certain percentages in this document have been calculated using rounded figures. The capital figures in the Pillar 3 Report are based on CRR phased-in figures. The figures presented in this document are not required to be, nor have they been audited or reviewed by our external auditor.

Pillar 3 disclosure templates

The following template has been identified as not applicable to ABN AMRO and is therefore not included in this report:

- ▶ Template 30 of EBA Guidelines "EU CCR7 – RWA flow statements of CCR exposures under the IMM" does not apply to ABN AMRO, as we do not use the IMM methodology for measuring the EAD for counterparty credit risk exposures. Instead, we use the CEM method (CRR 274) to calculate the EAD for derivatives and the FCCM method for securities financing transactions (CRR 220/222).

New regulation to be implemented

In December 2020, the EBA published the final Implementing Technical Standards (ITS) on institutions' public disclosures as per its mandate under Article 434 of the CRR2 to introduce uniform formats and associated instructions for disclosure requirements in order to optimise the Pillar 3 policy framework.

The new ITS aims to reinforce market discipline, by increasing consistency and comparability of institutions' public disclosures, and to implement the CRR2 regulatory changes in alignment with the revised Basel Pillar 3 standards. These requirements will introduce a comprehensive set of disclosure templates, tables and related instructions in order to ensure alignment and consistency with the Basel Committee's updated Pillar 3 framework.

In December 2020, the EBA updated the mapping of quantitative disclosure data and supervisory reporting, which aims to facilitate institutions' compliance and improve the consistency and quality of the information disclosed. The EBA also published a file summarising the frequency at which each type of institution should disclose each template and table, in accordance with the CRR2.

New disclosure requirements will take effect on 30 June 2021 and will apply from Q2 2021 Pillar 3 reporting onwards. Based on the amended Pillar 3 publications as at 31 December 2020, ABN AMRO is currently in the process of building and mapping new/amended templates in order to be able to include them in the Pillar 3 report for Q2 2021.

Covid-19-related disclosures

In June 2020, EBA published the "Guidelines on reporting and disclosure of exposures subject to measures applied in response to the Covid-19 crisis". These additional reporting and disclosure requirements were introduced on a temporary basis (until 31 December 2021) in order to standardise the reporting of exposures with a specific Covid-19 classification. These three templates are included in the Pillar 3 reports on a semi-annual basis (therefore not in this quarter). In scope for these templates are the loans and advances that are subject to legislative and non-legislative moratoria (also referred to as subject to 'EBA compliant moratoria') and the (newly originated) loans and advances that are subject to public guarantee schemes introduced in response to the Covid-19 crisis.

Own funds

Capital instruments' main features Common Equity Tier 1

1	Issuer	ABN AMRO Bank N.V.
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	NL0011540547
3	Governing law(s) of the instrument	Dutch Law
Regulatory treatment		
4	Transitional CRR rules	Common equity tier 1
5	Post-transitional CRR rules	Common equity tier 1
6	Eligible at solo/ (sub-)consolidated/ solo & (sub-) consolidated	Solo & consolidated
7	Instrument type (types to be specified by each jurisdiction)	Ordinary shares A
8	Amount recognised in regulatory capital (in millions, as of most recent reporting date)	EUR 940
9	Nominal amount of instrument (as of most recent reporting date)	EUR 1
9a	Issue price	EUR 17.75; 20.40; 22.75; 23.50
9b	Redemption price	N/A
10	Accounting classification	Equity
11	Original date of issuance	09 April 2009
12	Perpetual or dated	Perpetual
13	Original maturity date	N/A
14	Issuer call subject to prior supervisory approval	N/A
15	Optional call date, contingent call dates, and redemption amount	N/A
16	Subsequent call dates, if applicable	N/A
Coupons / dividends		
17	Fixed or floating dividend/coupon	N/A
18	Coupon rate and any related index	N/A
19	Existence of a dividend stopper	N/A
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Fully discretionary
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Fully discretionary
21	Existence of step up or other incentive to redeem	N/A
22	Non-cumulative or cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger(s)	N/A
25	If convertible, fully or partially	N/A
26	If convertible, conversion rate	N/A
27	If convertible, mandatory or optional conversion	N/A
28	If convertible, specify instrument type convertible into	N/A
29	If convertible, specify issuer of instrument it converts into	N/A
30	Write-down features	No
31	If write-down, write-down trigger(s)	N/A
32	If write-down, full or partial	N/A
33	If write-down, permanent or temporary	N/A
34	If temporary write-down, description of write-up mechanism	N/A
35	Position in subordination hierarchy in liquidation	Junior to Additional Tier 1
36	Non-compliant transitioned features	No
37	If yes, specify non-compliant features	N/A

1 N/A inserted if the question is not applicable

Additional Tier 1

1	Issuer	ABN AMRO Bank N.V.	ABN AMRO Bank N.V.
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	XS2131567138	XS1693822634
3	Governing law(s) of the instrument	Dutch law	Dutch law
Regulatory treatment			
4	Transitional CRR rules	Additional Tier 1	Additional Tier 1
5	Post-transitional CRR rules	Additional Tier 1	Additional Tier 1
6	Eligible at solo/ (sub-)consolidated/ solo & (sub-) consolidated	Solo & consolidated	Solo & consolidated
7	Instrument type (types to be specified by each jurisdiction)	AT1 EU 575/2013 art 52	AT1 EU 575/2013 art 52
8	Amount recognised in regulatory capital (in millions, as of most recent reporting date)	EUR 993	EUR 994
9	Nominal amount of instrument (in millions, as of most recent reporting date)	EUR 1,000	EUR 1,000
9a	Issue price	100%	100%
9b	Redemption price	100%	100%
10	Accounting classification	Equity	Equity
11	Original date of issuance	15 June 2020	10 April 2017
12	Perpetual or dated	Perpetual	Perpetual
13	Original maturity date	No maturity	No maturity
14	Issuer call subject to prior supervisory approval	Yes	Yes
15	Optional call date, contingent call dates, and redemption amount	22 Sept 2025 (100% nominal amount), regulatory & tax call (prevailing principal amount)	22 Sept 2027 (100% nominal amount), regulatory & tax call (prevailing principal amount)
16	Subsequent call dates, if applicable	Callable on each interest payment date after first call date	Callable on each interest payment date after first call date
Coupons / dividends			
17	Fixed or floating dividend/coupon	Fixed	Fixed
18	Coupon rate and any related index	4.375% per year	4.75% per year
19	Existence of a dividend stopper	No	No
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Fully discretionary	Fully discretionary
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	No	No
22	Non-cumulative or cumulative	Non-cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible	Non-convertible
24	If convertible, conversion trigger(s)	N/A	N/A
25	If convertible, fully or partially	N/A	N/A
26	If convertible, conversion rate	N/A	N/A
27	If convertible, mandatory or optional conversion	N/A	N/A
28	If convertible, specify instrument type convertible into	N/A	N/A
29	If convertible, specify issuer of instrument it converts into	N/A	N/A
30	Write-down features	Yes	Yes
31	If write-down, write-down trigger(s)	7%/5.125% CET1	7%/5.125% CET1
32	If write-down, full or partial	Partial	Partial
33	If write-down, permanent or temporary	Temporary	Temporary
34	If temporary write-down, description of write-up mechanism	Subject to profit MDA and Max Write up Amount	Subject to profit MDA and Max Write up Amount
35	Position in subordination hierarchy in liquidation	Junior to Tier 2	Junior to Tier 2
36	Non-compliant transitioned features	No	No
37	If yes, specify non-compliant features	N/A	N/A

1 N/A inserted if the question is not applicable

Tier 2

1	Issuer	ABN AMRO Bank N.V.	ABN AMRO Bank N.V.
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	XS0619548216	XS0619547838
3	Governing law(s) of the instrument	Dutch law	Dutch law
Regulatory treatment			
4	Transitional CRR rules	Tier 2	Tier 2
5	Post-transitional CRR rules	Ineligible	Ineligible
6	Eligible at solo/ (sub-)consolidated/ solo & (sub-) consolidated	Solo & consolidated	Solo & consolidated
7	Instrument type (types to be specified by each jurisdiction)	Tier 2 (grandfathered) EU 575/2013 art 63	Tier 2 (grandfathered) EU 575/2013 art 63
8	Amount recognised in regulatory capital (in millions, as of most recent reporting date)	EUR 18	EUR 109
9	Nominal amount of instrument (in millions, as of most recent reporting date)	EUR 1,228	USD 595 (EUR 507)
9a	Issue price	99.603%	99.131%
9b	Redemption price	100%	100%
10	Accounting classification	Liability - amortised cost	Liability - amortised cost
11	Original date of issuance	27 April 2011	27 April 2011
12	Perpetual or dated	Dated	Dated
13	Original maturity date	27 April 2021	27 April 2022
14	Issuer call subject to prior supervisory approval	No	No
15	Optional call date, contingent call dates, and redemption amount	Tax call (100% nominal amount)	Tax call (100% nominal amount)
16	Subsequent call dates, if applicable	N/A	N/A
Coupons / dividends			
17	Fixed or floating dividend/coupon	Fixed	Fixed
18	Coupon rate and any related index	6.375% per year	6.25% per year
19	Existence of a dividend stopper	No	No
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Mandatory	Mandatory
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No	No
22	Non-cumulative or cumulative	N/A	N/A
23	Convertible or non-convertible	Non-convertible	Non-convertible
24	If convertible, conversion trigger(s)	N/A	N/A
25	If convertible, fully or partially	N/A	N/A
26	If convertible, conversion rate	N/A	N/A
27	If convertible, mandatory or optional conversion	N/A	N/A
28	If convertible, specify instrument type convertible into	N/A	N/A
29	If convertible, specify issuer of instrument it converts into	N/A	N/A
30	Write-down features	No	No
31	If write-down, write-down trigger(s)	N/A	N/A
32	If write-down, full or partial	N/A	N/A
33	If write-down, permanent or temporary	N/A	N/A
34	If temporary write-down, description of write-up mechanism	N/A	N/A
35	Position in subordination hierarchy in liquidation	Junior to senior unsecured	Junior to senior unsecured
36	Non-compliant transitioned features	No	No
37	If yes, specify non-compliant features	N/A	N/A

1 N/A inserted if the question is not applicable

Tier 2 (continued)

1	Issuer	ABN AMRO Bank N.V.	ABN AMRO Bank N.V.
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	00080QAD79 (Cusip 144A) USN0028HAP03 (ISIN Reg S)	US00080QAF28 / XS1264600310
3	Governing law(s) of the instrument	Dutch law	Dutch law
Regulatory treatment			
4	Transitional CRR rules	Tier 2	Tier 2
5	Post-transitional CRR rules	Ineligible	Tier 2
6	Eligible at solo/ (sub-)consolidated/ solo & (sub-) consolidated	Solo & consolidated	Solo & consolidated
7	Instrument type (types to be specified by each jurisdiction)	Tier 2 (grandfathered) EU 575/2013 art 63	Tier 2 EU 575/2013 art 63
8	Amount recognised in regulatory capital (in millions, as of most recent reporting date)	EUR 42	EUR 1,102
9	Nominal amount of instrument (in millions, as of most recent reporting date)	USD 113 (EUR 96)	USD 1,500 (EUR 1,277)
9a	Issue price	100%	99.732%
9b	Redemption price	100%	100%
10	Accounting classification	Liability - amortised cost	Liability - amortised cost
11	Original date of issuance	30 June 2011	28 July 2015
12	Perpetual or dated	Dated	Dated
13	Original maturity date	15 May 2023	28 July 2025
14	Issuer call subject to prior supervisory approval	No	No
15	Optional call date, contingent call dates, and redemption amount	Tax call (100% nominal amount)	Tax & regulatory call (100% nominal amount)
16	Subsequent call dates, if applicable	N/A	N/A
Coupons / dividends			
17	Fixed or floating dividend/coupon	Fixed	Fixed
18	Coupon rate and any related index	7.75% per year	4.75% per year
19	Existence of a dividend stopper	No	No
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Mandatory	Mandatory
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No	No
22	Non-cumulative or cumulative	N/A	N/A
23	Convertible or non-convertible	Non-convertible	Non-convertible
24	If convertible, conversion trigger(s)	N/A	N/A
25	If convertible, fully or partially	N/A	N/A
26	If convertible, conversion rate	N/A	N/A
27	If convertible, mandatory or optional conversion	N/A	N/A
28	If convertible, specify instrument type convertible into	N/A	N/A
29	If convertible, specify issuer of instrument it converts into	N/A	N/A
30	Write-down features	No	No
31	If write-down, write-down trigger(s)	N/A	N/A
32	If write-down, full or partial	N/A	N/A
33	If write-down, permanent or temporary	N/A	N/A
34	If temporary write-down, description of write-up mechanism	N/A	N/A
35	Position in subordination hierarchy in liquidation	Junior to senior unsecured	Junior to senior unsecured
36	Non-compliant transitioned features	No	No
37	If yes, specify non-compliant features	N/A	N/A

1 N/A inserted if the question is not applicable

Tier 2 (continued)

1	Issuer	ABN AMRO Bank N.V.	ABN AMRO Bank N.V.
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	XS1341466487	US00084DAL47 / XS1392917784
3	Governing law(s) of the instrument	Dutch law	Dutch law
Regulatory treatment			
4	Transitional CRR rules	Tier 2	Tier 2
5	Post-transitional CRR rules	Tier 2	Tier 2
6	Eligible at solo/ (sub-)consolidated/ solo & (sub-) consolidated	Solo & consolidated	Solo & consolidated
7	Instrument type (types to be specified by each jurisdiction)	Tier 2 EU 575/2013 art 63	Tier 2 EU 575/2013 art 63
8	Amount recognised in regulatory capital (in millions, as of most recent reporting date)	EUR 0	EUR 848
9	Nominal amount of instrument (in millions, as of most recent reporting date)	SGD 450 (EUR 285)	USD 1,000 (EUR 852)
9a	Issue price	100%	99.827%
9b	Redemption price	100%	100%
10	Accounting classification	Liability - amortised cost	Liability - amortised cost
11	Original date of issuance	01 April 2016	18 April 2016
12	Perpetual or dated	Dated	Dated
13	Original maturity date	01 April 2026	18 April 2026
14	Issuer call subject to prior supervisory approval	Yes	no
15	Optional call date, contingent call dates, and redemption amount	01 April 2021 (100% nominal amount), tax & regulatory call (100% nominal amount)	Tax & regulatory call (100% nominal amount)
16	Subsequent call dates, if applicable	N/A	N/A
Coupons / dividends			
17	Fixed or floating dividend/coupon	Fixed	Fixed
18	Coupon rate and any related index	4.75% per year	4.8% per year
19	Existence of a dividend stopper	No	No
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Mandatory	Mandatory
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No	No
22	Non-cumulative or cumulative	N/A	N/A
23	Convertible or non-convertible	Non-convertible	Non-convertible
24	If convertible, conversion trigger(s)	N/A	N/A
25	If convertible, fully or partially	N/A	N/A
26	If convertible, conversion rate	N/A	N/A
27	If convertible, mandatory or optional conversion	N/A	N/A
28	If convertible, specify instrument type convertible into	N/A	N/A
29	If convertible, specify issuer of instrument it converts into	N/A	N/A
30	Write-down features	No	No
31	If write-down, write-down trigger(s)	N/A	N/A
32	If write-down, full or partial	N/A	N/A
33	If write-down, permanent or temporary	N/A	N/A
34	If temporary write-down, description of write-up mechanism	N/A	N/A
35	Position in subordination hierarchy in liquidation	Junior to senior unsecured	Junior to senior unsecured
36	Non-compliant transitioned features	No	No
37	If yes, specify non-compliant features	N/A	N/A

1 N/A inserted if the question is not applicable

Tier 2 (continued)

	ABN AMRO Bank N.V.	ABN AMRO Bank N.V.	ABN AMRO Bank N.V.
1 Issuer	ABN AMRO Bank N.V.	ABN AMRO Bank N.V.	ABN AMRO Bank N.V.
2 Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	XS1346254573	XS1586330604	XS1385037558
3 Governing law(s) of the instrument	Dutch law	Dutch law	Dutch law
Regulatory treatment			
4 Transitional CRR rules	Tier 2	Tier 2	Tier 2
5 Post-transitional CRR rules	Tier 2	Tier 2	Tier 2
6 Eligible at solo/ (sub-) consolidated/ solo & (sub-) consolidated	Solo & consolidated	Solo & consolidated	Solo & consolidated
7 Instrument type (types to be specified by each jurisdiction)	Tier 2 EU 575/2013 art 63	Tier 2 EU 575/2013 art 63	Tier 2 Eu 575/2013 art 63
8 Amount recognised in regulatory capital (in millions, as of most recent reporting date)	EUR 998	EUR 1,274	EUR 255
9 Nominal amount of instrument (in millions, as of most recent reporting date)	EUR 1,000	USD 1,500 (EUR 1,277)	USD 300 (EUR 255)
9a Issue price	99.383%	99.984%	100%
9b Redemption price	100%	100%	100%
10 Accounting classification	Liability - amortised cost	Liability - amortised cost	Liability - amortised cost
11 Original date of issuance	18 January 2016	27 March 2017	08 April 2016
12 Perpetual or dated	Dated	Dated	Dated
13 Original maturity date	18 January 2028	27 March 2028	08 April 2031
14 Issuer call subject to prior supervisory approval	Yes	Yes	No
15 Optional call date, contingent call dates, and redemption amount	18 January 2023 (100% nominal amount), tax & regulatory call (100% nominal amount)	27 March 2023 (100% nominal amount), tax & regulatory call (100% nominal amount)	Tax & regulatory call (100% nominal amount)
16 Subsequent call dates, if applicable	N/A	N/A	N/A
Coupons / dividends			
17 Fixed or floating dividend/coupon	Fixed	Fixed	Fixed
18 Coupon rate and any related index	2.875% per year	4.4% per year	5.6% per year
19 Existence of a dividend stopper	No	No	No
20a Fully discretionary, partially discretionary or mandatory or mandatory (in terms of timing)	Mandatory	Mandatory	Mandatory
20b Fully discretionary, partially discretionary or mandatory or mandatory (in terms of amount)	Mandatory	Mandatory	Mandatory
21 Existence of step up or other incentive to redeem	No	No	No
22 Non-cumulative or cumulative	N/A	N/A	N/A
23 Convertible or non-convertible	Non-convertible	Non-convertible	Non-convertible
24 If convertible, conversion trigger(s)	N/A	N/A	N/A
25 If convertible, fully or partially	N/A	N/A	N/A
26 If convertible, conversion rate	N/A	N/A	N/A
27 If convertible, mandatory or optional conversion	N/A	N/A	N/A
28 If convertible, specify instrument type convertible into	N/A	N/A	N/A
29 If convertible, specify issuer of instrument it converts into	N/A	N/A	N/A
30 Write-down features	No	No	No
31 If write-down, write-down trigger(s)	N/A	N/A	N/A
32 If write-down, full or partial	N/A	N/A	N/A
33 If write-down, permanent or temporary	N/A	N/A	N/A
34 If temporary write-down, description of write-up mechanism	N/A	N/A	N/A
35 Position in subordination hierarchy in liquidation	Junior to senior unsecured	Junior to senior unsecured	Junior to senior unsecured
36 Non-compliant transitioned features	No	No	No
37 If yes, specify non-compliant features	N/A	N/A	N/A

1 N/A inserted if the question is not applicable

Own funds (based on phased-in)

(in millions)	31 March 2021	31 December 2020
Common Equity Tier 1 (CET1) capital: instruments and reserves		
1 Capital instruments and the related share premium accounts	13,910	13,910
- of which shares	13,910	13,910
2 Retained earnings	6,138	6,206
3 Accumulated other comprehensive income (and other reserves)	-1,460	-1,733
3a Funds for general banking risk		
4 Amount of qualifying items referred to in Art. 484 (3) and the related share premium accounts subject to phase-out from CET1		
5 Minority interests (amount allowed in consolidated CET1)		
5a Independently reviewed interim profits net of any foreseeable charge or dividend	-54	-45
6 Common Equity Tier 1 (CET1) capital before regulatory adjustments	18,534	18,338
Common Equity Tier 1 (CET1) capital: regulatory adjustments		
7 Additional value adjustments (-)	-53	-45
8 Intangible assets (net of related tax liability) (-)	-121	-124
10 Deferred tax assets that rely on future profitability excluding those arising from temporary differences (-)	-24	-23
11 Fair value reserves related to gains or losses on cash flow hedges	1,638	1,854
12 Negative amounts resulting from the calculation of expected loss amounts		
13 Any increase in equity that results from securitised assets (-)		
14 Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	18	22
15 Defined-benefit pension fund assets (-)		
16 Direct and indirect holding by an institution of own CET1 instruments (-)		
17 Direct, indirect and synthetic holdings of the CET1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (-)		
18 Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (-)		
19 Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (-)		
20a Exposure amount of the following items which qualify for a RW of 1250%, where the institution opts for the deduction alternative		
20b - of which qualifying holdings outside the financial sector (-)		
20c - of which securitisation positions (-)		
20d - of which free deliveries (-)		
21 Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related eligible tax liabilities) (-)		
22 Amount exceeding the 15% threshold (-)		
23 - of which direct and indirect holding by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities		
25 - of which deferred tax assets arising from temporary differences		
25a Losses for the current financial year (-)		
25b Foreseeable tax charges relating to CET1 items (-)		
26 Additional deductions of CET1 Capital due to Article 3 CRR	-473	-473
27 Qualifying AT1 deductions that exceed the AT1 capital of the institution (-)		
28 Total regulatory adjustments to Common Equity Tier 1 (CET1)	985	1,210
29 Common Equity Tier 1 (CET1) capital	19,519	19,548

(in millions)	31 March 2021	31 December 2020
Additional Tier 1 (AT1) capital: instruments		
30 Capital instruments and the related share premium accounts	1,987	1,987
31 - of which classified as equity	1,987	1,987
32 - of which classified as liabilities		
33 Amount of qualifying items referred to in Art. 484 (4) and the related share premium accounts subject to phase-out from AT1		
34 Qualifying Tier 1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties		
35 - of which instruments issued by subsidiaries subject to phase-out		
36 Additional Tier 1 (AT1) capital before regulatory adjustments	1,987	1,987
Additional Tier 1 (AT1) capital: regulatory adjustments		
37 Direct and indirect holding by an institution of own AT1 instruments (-)	-5	-5
38 Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (-)		
39 Direct, indirect and synthetic holdings by the institution of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (-)		
40 Direct, indirect and synthetic holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (-)		
42 Qualifying T2 deductions that exceed the T2 capital of the institution (-)		
43 Total regulatory adjustments to Additional Tier 1 (AT1) capital	-5	-5
44 Additional Tier 1 (AT1) capital	1,982	1,982
45 Tier 1 capital (T1 = CET1 + AT1)	21,501	21,530
Tier 2 (T2) capital: instruments and provisions		
46 Capital instruments and the related share premium accounts	4,646	4,911
47 Amount of qualifying items referred to in Art. 484 (5) and the related share premium accounts subject to phase-out from T2		
48 Qualifying own funds instruments included in consolidated T2 capital (including minority interests and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties		
49 - of which instruments issued by subsidiaries subject to phase-out		
50 Credit risk adjustments	25	35
51 Tier 2 (T2) capital before regulatory adjustments	4,671	4,945
Tier 2 (T2) capital: regulatory adjustments		
52 Direct and indirect holding by an institution of own T2 instruments and subordinated loans (-)	-30	-30
53 Holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (-)		
54 Direct and indirect holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (-)		
55 Direct and indirect holdings of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions)(-)		
57 Total regulatory adjustments to Tier 2 (T2) capital	-30	-30
58 Tier 2 (T2) capital	4,641	4,915
59 Total capital (TC = T1 + T2)	26,142	26,446
60 Total risk weighted assets	112,035	110,481

(in millions)	31 March 2021	31 December 2020
Capital ratios and buffers		
61 Common Equity Tier 1 (as a % of total risk exposure amount)	17.4%	17.7%
62 Tier 1 (as a % of total risk exposure amount)	19.2%	19.5%
63 Total capital (as a % of total risk exposure amount)	23.3%	23.9%
64 Institution specific buffer requirement (CET1 requirement in accordance with Article 92 (1) (a) plus capital conservation and counter-cyclical buffer requirements, plus systemic risk buffer, plus systemically important institution buffer expressed as a percentage of risk exposure amount) ¹⁾	8.5%	8.5%
65 - of which capital conservation buffer requirement	2.5%	2.5%
66 - of which counter-cyclical buffer requirement	0.02%	0.01%
67 - of which systemic buffer requirement	0.0%	0.0%
67a - of which G-SII or O-SII buffer	1.5%	1.5%
68 Common Equity Tier 1 available to meet buffers (as a % of risk exposure amount) ²⁾	11.7%	12.0%
Amounts below the thresholds for deduction		
72 Direct and indirect holdings of the capital of financial sector entities where the institution does not have a significant investment in those entities (amount below 10% threshold and net of eligible short positions)	114	117
73 Direct and indirect holdings of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 10% threshold and net of eligible short positions)	576	563
75 Deferred tax assets arising from temporary differences (amount below 10% threshold, net of related tax liability where the conditions in Article 38 (3) are met)	686	753
Applicable caps on the inclusion of provisions in Tier 2		
77 Cap on inclusion of credit risk adjustments in T2 under Standardised Approach	133	112
78 Credit risk adjustments included in T2 in respect of exposures subject to internal ratings-based approach (prior to the application of the cap)	25	35
79 Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach	442	443
Capital instruments subject to phase-out arrangements (1 Jan 2014 - 1 Jan 2022)		
80 Current cap on CET1 instruments subject to phase-out arrangements		
81 Amount excluded from CET1 due to cap		
82 Current cap on AT1 instruments subject to phase-out arrangements		
83 Amount excluded from AT1 due to cap		
84 Current cap on T2 instruments subject to phase-out arrangements		
85 Amount excluded from T2 due to cap		

1 Following the definition of the EBA disclosure template, Pillar 2 CET1 requirement of 1.75% is excluded

2 CET1 amount required to meet the Pillar 2 CET1 requirement of 1.75% is not considered available to meet the Combined Buffer Requirements

Common Equity Tier 1 (CET1) capital declined slightly in Q1 2021. The net result of EUR 426 million was more than offset by the settlement payment of EUR 480 million in connection with the investigation into ABN AMRO's compliance with its obligations under the Dutch Anti-Money Laundering (AML) and Counter Terrorism Financing Act. Total Basel III RWA increased to EUR 112.0 billion as at 31 March 2021 (31 December 2020: EUR 110.5 billion). At 31 March 2021, the CET1, Tier 1 and total capital ratios under Basel III were 17.4%, 19.2% and 23.3% respectively (31 December 2020: 17.7%, 19.5% and 23.9% respectively). The final dividend for 2019 remains reserved as dividend and has not been included in the CET1 capital (inclusion in CET1 capital would result in a pro forma CET1 ratio of 18.0%). All capital ratios were in line with the bank's risk appetite and were comfortably above regulatory requirements.

The maximum distributable amount (MDA) trigger level is currently at 9.6% (excluding AT1 shortfall). In the future, DNB is expected to gradually raise the counter-cyclical capital buffer requirement from 0% to 2% of Dutch risk-weighted exposures as the economy improves. The reported CET1 ratio of 17.4% under Basel III is considerably above the MDA trigger level of 9.6%. The bank remains committed to maintaining a significant buffer in excess of its regulatory requirements at all times. Compared with Q4 2020, the CET1 ratio decreased mainly due to the AML settlement and the EUR 1.6 billion increase in RWA, reflecting increases in credit risk RWA and market risk RWA which were partly offset by a decline in operational risk RWA.

Leverage ratio

Leverage ratio

Summary reconciliation of accounting assets and leverage ratio exposures

(in millions)	31 March 2021	31 December 2020
1 Total assets as per published financial statements	409,963	395,623
2 Adjustment for entities which are consolidated for accounting purposes but are outside the scope of regulatory consolidation	304	285
3 Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the leverage ratio exposure measure according to Article 429(11) of Regulation (EU) NO. 575/2013		
4 Adjustments for derivative financial instruments	68,895	58,497
5 Adjustments for securities financing transactions	3,113	3,115
6 Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off-balance sheet exposures)	31,556	32,781
7 Other adjustments	-62,992	-59,824
8 Leverage ratio exposure amount	450,838	430,478

Leverage ratio split-up of on-balance sheet exposures (excluding derivatives, SFTs and exempted exposures)

(in millions)	31 March 2021	31 December 2020
EU1 Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures);	313,972	313,450
EU2 <i>Of which: trading book exposures</i>	2,195	1,315
EU3 <i>Of which: banking book exposures</i>	311,777	312,135
EU4 <i>- of which covered bonds</i>	3,528	3,569
EU5 <i>- of which exposures treated as sovereigns</i>	44,587	47,095
EU6 <i>- of which exposures to regional governments, MDB, international organisations and PSE not treated as sovereigns</i>	206	207
EU7 <i>- of which institutions</i>	12,354	10,343
EU8 <i>- of which secured by mortgages of immovable properties</i>	166,053	166,080
EU9 <i>- of which retail exposures</i>	6,615	7,018
EU10 <i>- of which corporate</i>	61,201	63,576
EU11 <i>- of which exposures in default</i>	8,218	8,727
EU12 <i>- of which other exposures (e.g. equity, securitisations, and other non-credit obligation assets)</i>	9,016	5,520

Leverage ratio common disclosure

(in millions)	31 March 2021	31 December 2020
1 On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	382,634	378,970
2 Asset amounts deducted in determining Tier 1 capital	-573	-567
3 Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)	382,060	378,403
Derivative exposures		
4 Replacement cost associated with all derivatives transactions (i.e. net of eligible cash variation margin)	5,089	5,566
5 Add-on amount for PFE associated with all derivatives transactions (mark-to-market method)	111,174	101,144
EU5a Exposure determined under Original Exposure Method		
6 Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework		
7 (Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-2,793	-3,826
8 (Exempted CCP leg of client-cleared trade exposures)	-48,637	-47,393
9 Adjusted effective notional amount of written credit derivatives		
10 Adjusted effective notional offsets and add-on deductions for written credit derivatives		
11 Total derivatives exposures (sum of lines 4 to 10)	64,834	55,492
SFT exposures		
12 Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	30,045	18,519
13 Netted amounts of cash payables and cash receivables of gross SFT assets	-1,706	-1,699
14 Counterparty credit risk exposure for SFT assets	3,113	3,115
EU14a Derogation for SFTs: Counterparty credit risk exposure in accordance with Articles 429b(4) and 222 of Regulation (EU) No 575/2013		
15 Agent transaction exposures		
EU15a Exempted CCP leg of client-cleared SFT exposure		
16 Total securities financing transaction exposures (sum of lines 12 to 15a)	31,452	19,935
Other off-balance sheet exposures		
17 Off-balance sheet exposures at gross notional amount	97,807	104,265
18 Adjustments for conversion to credit equivalent amounts	-66,251	-71,484
19 Other off-balance sheet exposures (sum of lines 17 and 18)	31,556	32,781
Exempted exposures in accordance with Article 429(7) and (14) of Regulation (EU) No 575/2013 (on- and off-balance sheet)		
EU19a Intragroup exposures (solo basis) exempted in accordance with Article 429(7) of Regulation (EU) No 575/2013 (on- and off-balance sheet)		
EU19b Exposures exempted in accordance with Article 429 (14) of Regulation (EU) No 575/2013 (on- and off-balance sheet)	-59,064	-56,133
Capital and total exposure measure		
20 Tier 1 capital	21,501	21,530
21 Leverage ratio total exposure measure (sum of lines 3, 11, 16, 19, EU19a and EU19b)	450,838	430,478
Leverage ratio		
22 Leverage ratio	4.8%	5.0%
Choice on transitional arrangements and amount of derecognised fiduciary items		
EU23 Choice on transitional arrangements for the definition of the capital measure	Transitional	Transitional
EU24 Amount of derecognised fiduciary items in accordance with Article 429(11) of Regulation (EU) No 575/2013		

Leverage ratio

The Capital Requirements Regulation (CRR) includes a non-risk-based leverage ratio. Based on the current requirement (i.e. CEM methodology for derivative exposures), the leverage ratio decreased to 4.8% (31 December 2020: 5.0%), mainly reflecting the AML settlement and an increase in exposure measure. The leverage ratio includes the temporary exemption of the central bank reserves from the exposure measure, which had a positive impact of 0.6 percentage points as at 31 March 2021. This exemption ends on 27 June 2021.

The current leverage ratio requirements will be amended by CRR2, which introduces a binding leverage ratio requirement of at least 3% and amends the requirements for calculating the exposure measure. The amendment includes the application of SA-CCR to clearing guarantees on derivative exposures. ABN AMRO estimates that the cumulative effect of the CRR2 adjustments, including application of SA-CCR, will lower the exposure measure by approximately EUR 66.5 billion and equals 0.6 percentage points of the leverage ratio. As the temporary measure to exempt central bank reserves ends on 27 June 2021 and CRR2 applies from 28 June 2021 onwards, we currently estimate these two effects will be largely offset with no material impact on the leverage ratio. The fully-loaded leverage ratio based on SA-CCR decreased to 4.8% at 31 March 2021 (31 December 2020: 5.0%), mainly reflecting the AML settlement and an increase in exposure measure. As from Q2 2021, ABN AMRO will monitor and report the leverage ratio based on CRR2.

Capital requirements

EU OV1 - Overview of RWAs

(in millions)	RWAs	31 March 2021	RWAs	31 December 2020
		Minimum capital requirements		Minimum capital requirements
1 Credit risk (excluding CCR)	86,424	6,914	85,248	6,820
2 - of which Standardised Approach	7,523	602	6,057	485
3 - of which foundation IRB (FIRB) approach				
4 - of which advanced IRB (AIRB) approach	76,870	6,150	77,201	6,176
5 - of which equity IRB under the simple risk-weighted approach or the IMA	2,031	162	1,990	159
6 Counterparty Credit Risk (CCR)	6,319	506	5,633	451
7 - of which mark to market	2,801	224	2,120	170
8 - of which original exposure				
9 - of which Standardised Approach	3,095	248	2,898	232
10 - of which internal model method (IMM)				
11 - of which risk exposure amount for contributions to the default fund of a CCP	296	24	439	35
12 - of which CVA	128	10	175	14
13 Settlement risk				
14 Securitisation exposures in the banking book (after the cap)	69	6	70	6
15 - of which IRB approach	69	6	70	6
16 - of which IRB supervisory formula approach (SFA)				
17 - of which internal assessment approach (IAA)				
18 - of which Standardised Approach				
19 Market risk	2,051	164	1,334	107
20 - of which Standardised Approach	5		8	1
21 - of which IMA	2,046	164	1,327	106
22 Large exposures				
23 Operational risk	15,616	1,249	16,685	1,335
24 - of which basic indicator approach	604	48	678	54
25 - of which Standardised Approach				
26 - of which advanced measurement approach	15,012	1,201	16,007	1,281
27 Amounts below the thresholds for deduction (subject to 250% risk weight)	1,556	125	1,511	121
28 Floor adjustment				
29 Total RWA	112,035	8,963	110,481	8,838

RWA increased to EUR 112.0 billion in Q1 2021 (31 December 2020: EUR 110.5 billion), reflecting increases in credit risk RWA and market risk RWA which were partly offset by a decline in operational risk RWA. The increase in credit risk RWA was mainly caused by a model update as well as add-ons for mortgages and the impact of Covid-19. The add-on for Covid-19 relates to a post model adjustment to address the unintended impact of payment holidays and government support programs on credit risk model outcomes. This was partly offset by a decrease in business volumes related to the CIB non-core wind-down. Market risk RWA grew mainly due to the increase in (s)VaR and IRC resulting from position changes. Operational risk RWA came down as a result of a general update of the scenarios. In addition, the settlement agreed with the Dutch Public Prosecution Service (DPPS) triggered a re-assessment of the operational risk scenario analysis for the RWA. Operational risk RWA calculations already included a scenario for AML shortcomings. The re-assessment is scheduled for Q2 2021 and could lead to a modest RWA decrease in Q2 2021.

Credit risk and credit risk mitigation - IRB approach

EU CR8 - RWA flow statements of credit risk exposures under the IRB approach

(in millions)	31 March 2021		31 December 2020	
	RWA amounts	Capital requirements	RWA amounts	Capital requirements
1 RWAs as at end previous reporting period	82,891	6,631	84,893	6,791
2 Asset size	-2,383	-191	-2,653	-212
3 Asset quality	382	31	-229	-18
4 Model updates	3,913	313	1,151	92
5 Methodology and policy	-1,783	-143	306	24
6 Acquisitions and disposals				
7 Foreign exchange movements	526	42	-314	-25
8 Other	-220	-18	-263	-21
9 RWAs as at end reporting period	83,326	6,666	82,891	6,631

In Q1 2021, total credit risk IRB RWA went up to EUR 83.3 billion (31 December 2020: EUR 82.9 billion). The increase in credit risk IRB RWA was mainly caused by a model update and add-ons for mortgages and Covid-19 impact. In addition, the strengthening of the US dollar against the euro resulted in higher RWA. The increase was partly offset by a decline in asset size related to the on-going CIB non-core wind-down. The decrease for methodology and policy relates mostly to exposures which are now covered by the Standardised Approach for credit risk.

Market risk

EU MR2-B - RWA flow statements of market risk exposures under the IMA

(in millions)						31 March 2021		31 December 2020	
	VaR	SVaR	IRC	Compre- hensive risk measure	Other	Total RWAs	Total capital require- ments	Total RWAs	Total capital require- ments
1 RWAs at previous quarter end	253	481	593			1,327	106	1,810	145
1a Regulatory adjustment	203	285	63			552	44	658	53
1b RWAs at the previous quarter end (end of the day)	50	196	530			775	62	1,152	92
2 Movement in risk levels	98	346	286			730	58	-436	-35
3 Model update/changes			-12			-12	-1	-47	-4
4 Methodology and policy									
5 Acquisitions and disposals									
6 Foreign exchange movements									
7 Other									
8a RWAs at the end of the reporting period (end of the day)	105	258	838			1,200	96	775	62
8b Regulatory adjustment	248	569	29			845	68	552	44
8 RWAs at the end of the reporting period	352	827	866			2,046	164	1,327	106

Market risk capital increased to EUR 164 million, mainly due to position changes and model changes. The position changes led to VaR, SVaR, and Incremental Risk Charge (IRC) increases. As of 26 February 2021, VaR and SVaR multipliers moved from 3 to 3.25 and 3.5 respectively, as a result of outstanding TRIM and Internal Model Investigation (IMI) obligations. Capital requirements increased by EUR 12 million as at 31 March 2021 due to this model change. As of 1 March 2021, the IRC add-on moved from 26% to 21% due to the implementation of an IRC model update, which was approved by the ECB on 1 October 2020. This model change caused capital requirements to decrease by EUR 1 million as at 31 March 2021.

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